

NONMAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable and nonexpendable trusts) that are restricted by law to expenditure for specified purposes.

The Health Fund was established to separately account for Federal/State and other revenues related to health care programs which the City operates in lieu of the County.

The CUPA Fund was established by the City to account for services relating to hazardous waste material. The City of Signal Hill participates in the services.

The Parking and Business Area Improvement Fund is used to account for the additional business license taxes and special taxes imposed by City Ordinances C-5106, C-5963, C-6646, C-24901, and C-27366 on businesses located within specified parking and business improvement areas. The revenues are to be used to provide parking facilities and generally promote the retail trade activities in the area.

The Special Advertising and Promotion Fund is required by the City's Municipal Code Section 3.64.100 to account for revenues from transient occupancy taxes. The revenues are restricted for use to advertising, promotional, and public relations projects calling attention to the City.

The Upland Oil Properties Fund was established to account for all costs and revenues for the City's proprietary oil interests and for accumulating reserves to pay for the City's portion of well-abandonment and site-clearance liabilities.

The Belmont Shore Parking Meter Revenue Fund was established by City Ordinance C-6219 to account for parking revenues in the Belmont Shore area of Long Beach.

The Business Assistance Fund is used to account for the Redevelopment Agency monies used to fund commercial rehabilitation loans and rebates, business outreach and commercial and retail services, including business attraction, retention and expansion.

The Housing Assistance Fund is used to account for programs administered by the City's Housing Authority under regulations of the U.S. Department of Housing and Urban Development.

The Park Development Fund was established by City Ordinance C-6567 to account for park fees to be used solely and exclusively for the purpose of funding park land acquisition and recreation improvements.

The Gas Tax Fund is used to account for revenues and expenditures of money apportioned under the Streets and Highways Code of the State of California. Expenditures may be made for any street-related purpose of the City's system of streets, including maintenance thereof.

The Transportation Fund is used to account for the City's share of a one percent sales tax collected by Los Angeles County under Proposition A (approved November 1980) and Proposition C (approved November 1990) to finance certain transportation projects.

City of Long Beach
Nonmajor Governmental Funds-Special Revenue Funds
Combining Balance Sheet
September 30, 2002
(In Thousands)

	Health	CUPA	Parking and Business Area Improvement	Special Advertising and Promotion	Upland Oil Properties	Belmont Shore Parking Meter Revenue
ASSETS						
Pooled Cash and Cash Equivalents	\$ 1,203	\$ 209	\$ 398	\$ 1,352	\$ 4,052	\$ 356
Non-Pooled Cash and Cash Equivalents	-	-	-	-	-	-
Receivables:						
Accounts Receivable	424	49	49	506	765	-
Due from Other Governments	5,511	8	-	-	-	-
Allowance for Receivables	(251)	(43)	(23)	(34)	-	-
Other Assets-Current	-	-	-	-	-	-
Other Noncurrent Receivables	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-
Total Assets	\$ 6,887	\$ 223	\$ 424	\$ 1,824	\$ 4,817	\$ 356
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ 948	\$ -	\$ 117	\$ 67	\$ 459	\$ 5
Accrued Wages	371	12	-	4	-	-
Due to Other Funds	105	4	-	752	-	-
Deferred Revenues	1,274	13	-	-	-	-
Deposits and Collections Held in Trust	581	14	-	22	85	-
Advances from Other Funds	2,000	-	-	-	-	-
Total Liabilities	5,279	43	117	845	544	5
Fund Balances:						
Reserved for:						
Encumbrances	9	10	-	108	85	-
Transportation Projects	-	-	-	-	-	-
Estimated Oil Field Abandonment Costs	-	-	-	-	1,916	-
Debt Service	-	-	-	-	-	150
Unreserved, Designated for:						
Subsequent Years' Appropriations	1,599	170	307	871	2,272	201
Total Fund Balance	1,608	180	307	979	4,273	351
Total Liabilities and Fund balance	\$ 6,887	\$ 223	\$ 424	\$ 1,824	\$ 4,817	\$ 356

See accompanying independent auditor's report.

<u>Business Assistance</u>	<u>Housing Assistance</u>	<u>Park Development</u>	<u>Gas Tax</u>	<u>Transportation</u>	<u>Total</u>
\$ 117	\$ 3,616	\$ 416	\$ 6,194	\$ 28,746	\$ 46,659
-	187	-	-	-	187
-	72	-	-	-	1,865
-	293	-	2,112	130	8,054
-	(56)	-	-	-	(407)
-	70	-	-	-	70
2,831	-	-	-	-	2,831
50	-	-	-	-	50
<u>\$ 2,998</u>	<u>\$ 4,182</u>	<u>\$ 416</u>	<u>\$ 8,306</u>	<u>\$ 28,876</u>	<u>\$ 59,309</u>
\$ 50	\$ 44	\$ -	\$ 1,217	\$ 8,538	\$ 11,445
14	51	-	-	15	467
2	15	-	-	4	882
2,879	-	-	804	-	4,970
2	1,383	-	16	-	2,103
-	-	-	-	-	2,000
<u>2,947</u>	<u>1,493</u>	<u>-</u>	<u>2,037</u>	<u>8,557</u>	<u>21,867</u>
34	7	-	520	1,126	1,899
-	-	-	-	19,193	19,193
-	-	-	-	-	1,916
-	-	-	-	-	150
<u>17</u>	<u>2,682</u>	<u>416</u>	<u>5,749</u>	<u>-</u>	<u>14,284</u>
<u>51</u>	<u>2,689</u>	<u>416</u>	<u>6,269</u>	<u>20,319</u>	<u>37,442</u>
<u>\$ 2,998</u>	<u>\$ 4,182</u>	<u>\$ 416</u>	<u>\$ 8,306</u>	<u>\$ 28,876</u>	<u>\$ 59,309</u>

City of Long Beach
Nonmajor Governmental Funds-Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Fiscal Year Ended September 30, 2002
(In Thousands)

	Health	CUPA	Parking and Business Area Improvement	Special Advertising and Promotion	Upland Oil Properties
Revenues:					
Taxes:					
Sales	\$ 2,818	\$ -	\$ -	\$ -	\$ -
Other Taxes	-	-	1,776	3,620	-
Licenses and Permits	2,418	754	-	150	-
Use of Money and Property	-	19	11	417	8,645
From Other Agencies	17,741	12	-	-	-
Charges for Services	1,956	-	-	-	-
Other	264	-	-	73	-
Total Revenues	<u>25,197</u>	<u>785</u>	<u>1,787</u>	<u>4,260</u>	<u>8,645</u>
Expenditures:					
Current:					
Public Health	32,379	718	-	-	-
Community and Cultural	-	-	1,746	5,571	-
Public Works	-	-	-	-	-
Oil Operations	-	-	-	-	4,672
Total Current	<u>32,379</u>	<u>718</u>	<u>1,746</u>	<u>5,571</u>	<u>4,672</u>
Capital Improvements	-	-	-	-	-
Debt Service:					
Principal	115	-	-	-	-
Interest	61	-	-	-	-
Debt Administration Fees	76	-	-	-	-
Total Expenditures	<u>32,631</u>	<u>718</u>	<u>1,746</u>	<u>5,571</u>	<u>4,672</u>
Excess of Revenues Over (Under) Expenditures	<u>(7,434)</u>	<u>67</u>	<u>41</u>	<u>(1,311)</u>	<u>3,973</u>
Other Financing Sources (Uses):					
Transfers In	8,298	-	-	730	-
Transfers Out	<u>(566)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,321)</u>
Total Other Financing Sources (Uses)	<u>7,732</u>	<u>-</u>	<u>-</u>	<u>730</u>	<u>(3,321)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	298	67	41	(581)	652
Fund Balances - October 1	<u>1,310</u>	<u>113</u>	<u>266</u>	<u>1,560</u>	<u>3,621</u>
Fund Balances - September 30	<u>\$ 1,608</u>	<u>\$ 180</u>	<u>\$ 307</u>	<u>\$ 979</u>	<u>\$ 4,273</u>

See accompanying independent auditor's report.

Belmont Shore Parking Meter Revenue	Business Assistance	Housing Assistance	Park Development	Gas Tax	Transportation	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,818
-	-	-	-	-	-	5,396
-	-	-	836	-	-	4,158
449	21	117	16	475	1,089	11,259
-	-	42,186	-	18,844	11,582	90,365
-	-	-	-	-	-	1,956
-	133	48	-	-	1	519
449	154	42,351	852	19,319	12,672	116,471
-	-	-	-	-	-	33,097
263	1,413	42,955	42	-	-	51,990
-	-	-	-	-	11,779	11,779
-	-	-	-	-	-	4,672
263	1,413	42,955	42	-	11,779	101,538
-	-	-	-	11,491	-	11,491
115	-	-	-	-	-	230
97	-	-	-	-	-	158
-	-	-	-	-	-	76
475	1,413	42,955	42	11,491	11,779	113,493
(26)	(1,259)	(604)	810	7,828	893	2,978
-	1,137	-	-	-	-	10,165
-	-	-	(861)	(6,885)	-	(11,633)
-	1,137	-	(861)	(6,885)	-	(1,468)
(26)	(122)	(604)	(51)	943	893	1,510
377	173	3,293	467	5,326	19,426	35,932
\$ 351	\$ 51	\$ 2,689	\$ 416	\$ 6,269	\$ 20,319	\$ 37,442

City of Long Beach
Nonmajor Governmental Funds-Special Revenue Funds
Schedule of Revenues, Expenditures and
Changes in Fund Balances
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended September 30, 2002
(In Thousands)

	Health				CUPA			
	Budgeted Amounts		Actual On	Variance	Budgeted Amounts		Actual On	Variance
	Original	Final	Budgetary	with Final	Original	Final	Budgetary	with Final
			Basis	Budget -			Basis	Budget -
				Positive				Positive
				(Negative)				(Negative)
Revenues:								
Sales Taxes	\$ 2,280	\$ 2,280	\$ 2,818	\$ 538	\$ -	\$ -	\$ -	\$ -
Other Tax	-	-	-	-	-	-	-	-
Licenses and Permits	2,385	2,385	2,418	33	850	850	754	(96)
Use of Money and Property	1	1	-	(1)	19	19	19	-
From Other Agencies	40,064	43,942	17,741	(26,201)	-	-	12	12
Charges for Services	1,915	1,915	1,956	41	-	-	-	-
Other	66	66	264	198	-	-	-	-
Total Revenues	46,711	50,589	25,197	(25,392)	869	869	785	(84)
Expenditures:								
Public Health	50,313	55,693	32,388	23,305	846	846	728	118
Community and Cultural	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-
Oil Operations	-	-	-	-	-	-	-	-
Total Current	50,313	55,693	32,388	23,305	846	846	728	118
Capital Improvements	-	-	-	-	-	-	-	-
Debt Service:								
Principal	115	115	115	-	-	-	-	-
Interest	159	159	61	98	-	-	-	-
Debt Administration Fees	75	75	76	(1)	-	-	-	-
Total Expenditures	50,662	56,042	32,640	23,402	846	846	728	118
Excess of Revenue Over								
(Under) Expenditures	(3,951)	(5,453)	(7,443)	(1,990)	23	23	57	34
Other Financing Sources (Uses):								
Transfers In	5,572	7,497	8,298	801	-	-	-	-
Transfers Out	(150)	(550)	(566)	(16)	-	-	-	-
Total Other Financing								
Sources (Uses)	5,422	6,947	7,732	785	-	-	-	-
Excess of Revenues and Other								
Sources Over (Under) Expenditures and								
Other Uses	1,471	1,494	289	(1,205)	23	23	57	34
Fund Balances - October 1, Budgetary Basis	1,240	1,240	1,240	-	103	103	103	-
Encumbrances - Beginning of the Year	70	70	70	-	10	10	10	-
Fund Balances - September 30, Budgetary Basis	\$ 2,781	\$ 2,804	\$ 1,599	\$ (1,205)	\$ 136	\$ 136	\$ 170	\$ 34

See accompanying independent auditor's report.

Parking and Business Area Improvement				Special Advertising and Promotion				Upland Oil Properties			
Budgeted Amounts		Actual On Budgetary Basis	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual On Budgetary Basis	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual On Budgetary Basis	Variance with Final Budget - Positive (Negative)
Original	Final			Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,918	1,918	1,776	(142)	4,165	4,165	3,620	(545)	-	-	-	-
-	-	-	-	138	138	150	12	-	-	-	-
8	8	11	3	380	355	417	62	8,564	8,564	8,645	81
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	68	68	73	5	-	-	-	-
1,926	1,926	1,787	(139)	4,751	4,726	4,260	(466)	8,564	8,564	8,645	81
-	-	-	-	-	-	-	-	-	-	-	-
1,888	1,888	1,746	142	7,122	7,122	5,679	1,443	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	5,243	5,243	4,757	486
1,888	1,888	1,746	142	7,122	7,122	5,679	1,443	5,243	5,243	4,757	486
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
1,888	1,888	1,746	142	7,122	7,122	5,679	1,443	5,243	5,243	4,757	486
38	38	41	3	(2,371)	(2,396)	(1,419)	977	3,321	3,321	3,888	567
-	-	-	-	1,278	1,278	730	(548)	-	-	-	-
-	-	-	-	-	-	-	-	(3,321)	(3,321)	(3,321)	-
-	-	-	-	1,278	1,278	730	(548)	(3,321)	(3,321)	(3,321)	-
38	38	41	3	(1,093)	(1,118)	(689)	429	-	-	567	567
266	266	266	-	1,417	1,417	1,417	-	3,621	3,621	3,621	-
-	-	-	-	143	143	143	-	-	-	-	-
\$ 304	\$ 304	\$ 307	\$ 3	\$ 467	\$ 442	\$ 871	\$ 429	\$ 3,621	\$ 3,621	\$ 4,188	\$ 567

(continued)

City of Long Beach
Nonmajor Special Revenue Funds
Schedule of Revenues, Expenditures and
Changes in Fund Balances
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended September 30, 2002
(In Thousands)
(continued)

	Belmont Shore Parking Meter Revenue				Business Assistance			
	Budgeted Amounts		Actual On Budgetary Basis	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual On Budgetary Basis	Variance with Final Budget - Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Sales Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Tax	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Use of Money and Property	431	431	449	18	347	347	21	(326)
From Other Agencies	-	-	-	-	300	300	-	(300)
Charges for Services	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	133	133
Total Revenues	431	431	449	18	647	647	154	(493)
Expenditures:								
Public Health	-	-	-	-	-	-	-	-
Community and Cultural	261	263	263	-	2,124	2,124	1,447	677
Public Works	-	-	-	-	-	-	-	-
Oil Operations	-	-	-	-	-	-	-	-
Total Current	261	263	263	-	2,124	2,124	1,447	677
Capital Improvements	-	-	-	-	-	-	-	-
Debt Service:								
Principal	124	97	115	(18)	-	-	-	-
Interest	90	115	97	18	-	-	-	-
Debt Administration Fees	-	-	-	-	-	-	-	-
Total Expenditures	475	475	475	-	2,124	2,124	1,447	677
Excess of Revenue Over (Under) Expenditures	(44)	(44)	(26)	18	(1,477)	(1,477)	(1,293)	184
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	2,000	2,000	1,137	(863)
Transfers Out	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	2,000	2,000	1,137	(863)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(44)	(44)	(26)	18	523	523	(156)	(679)
Fund Balances - October 1, Budgetary Basis	377	377	377	-	169	169	169	-
Encumbrances - Beginning of the Year	-	-	-	-	4	4	4	-
Fund Balances - September 30, Budgetary Basis	\$ 333	\$ 333	\$ 351	\$ 18	\$ 696	\$ 696	\$ 17	\$ (679)

See accompanying independent auditor's report.

Housing Assistance				Park Development				Gas Tax			
Budgeted Amounts		Actual On Budgetary Basis	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual On Budgetary Basis	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual On Budgetary Basis	Variance with Final Budget - Positive (Negative)
Original	Final			Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	600	600	836	236	-	-	-	-
220	220	117	(103)	12	12	16	4	219	606	475	(131)
42,229	42,229	42,186	(43)	-	-	-	-	31,004	28,709	18,844	(9,865)
-	-	-	-	-	-	-	-	-	-	-	-
5	5	48	43	-	-	-	-	-	-	-	-
42,454	42,454	42,351	(103)	612	612	852	240	31,223	29,315	19,319	(9,996)
-	-	-	-	-	-	-	-	-	-	-	-
42,319	43,159	42,962	197	56	56	42	14	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
42,319	43,159	42,962	197	56	56	42	14	-	-	-	-
-	-	-	-	-	-	-	-	40,333	33,604	12,011	21,593
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
42,319	43,159	42,962	197	56	56	42	14	40,333	33,604	12,011	21,593
135	(705)	(611)	94	556	556	810	254	(9,110)	(4,289)	7,308	11,597
-	-	-	-	-	-	-	-	-	60	-	(60)
-	-	-	-	(861)	(861)	(861)	-	-	-	(6,885)	(6,885)
-	-	-	-	(861)	(861)	(861)	-	-	60	(6,885)	(6,945)
135	(705)	(611)	94	(305)	(305)	(51)	254	(9,110)	(4,229)	423	4,652
3,284	3,284	3,284	-	457	457	457	-	61	61	61	-
9	9	9	-	10	10	10	-	5,265	5,265	5,265	-
\$ 3,428	\$ 2,588	\$ 2,682	\$ 94	\$ 162	\$ 162	\$ 416	\$ 254	\$ (3,784)	\$ 1,097	\$ 5,749	\$ 4,652

(continued)

City of Long Beach
Nonmajor Special Revenue Funds
Schedule of Revenues, Expenditures and
Changes in Fund Balances
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended September 30, 2002
(In Thousands)
(continued)

	Transportation				Total			
	Budgeted Amounts		Actual On Budgetary Basis	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual On Budgetary Basis	Variance with Final Budget - Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Sales Taxes	\$ -	\$ -	\$ -	\$ -	\$ 2,280	\$ 2,280	\$ 2,818	\$ 538
Other Tax	-	-	-	-	6,083	6,083	5,396	(687)
Licenses and Permits	-	-	-	-	3,973	3,973	4,158	185
Use of Money and Property	898	1,142	1,089	(53)	11,099	11,705	11,259	(446)
From Other Agencies	8,354	12,912	11,582	(1,330)	121,951	128,092	90,365	(37,727)
Charges for Services	-	-	-	-	1,915	1,915	1,956	41
Other	2	2	1	(1)	141	141	519	378
Total Revenues	9,254	14,056	12,672	(1,384)	147,442	154,189	116,471	(37,718)
Expenditures:								
Public Health	-	-	-	-	51,159	56,539	33,116	23,423
Community and Cultural	-	-	-	-	53,770	54,612	52,139	2,473
Public Works	27,828	28,128	12,905	15,223	27,828	28,128	12,905	15,223
Oil Operations	-	-	-	-	5,243	5,243	4,757	486
Total Current	27,828	28,128	12,905	15,223	138,000	144,522	102,917	41,605
Capital Improvements	-	-	-	-	40,333	33,604	12,011	21,593
Debt Service:								
Principal	-	-	-	-	239	212	230	(18)
Interest	-	-	-	-	249	274	158	116
Debt Administration Fees	-	-	-	-	75	75	76	(1)
Total Expenditures	27,828	28,128	12,905	15,223	178,896	178,687	115,392	63,295
Excess of Revenue Over (Under) Expenditures	(18,574)	(14,072)	(233)	13,839	(31,454)	(24,498)	1,079	25,577
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	8,850	10,835	10,165	(670)
Transfers Out	-	-	-	-	(4,332)	(4,732)	(11,633)	(6,901)
Total Other Financing Sources (Uses)	-	-	-	-	4,518	6,103	(1,468)	(7,571)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(18,574)	(14,072)	(233)	13,839	(26,936)	(18,395)	(389)	18,006
Fund Balances - October 1, Budgetary Basis	18,161	18,161	18,161	-	29,156	29,156	29,156	-
Encumbrances - Beginning of the Year	1,265	1,265	1,265	-	6,776	6,776	6,776	-
Fund Balances - September 30, Budgetary Basis	\$ 852	\$ 5,354	\$ 19,193	\$ 13,839	\$ 8,996	\$ 17,537	\$ 35,543	\$ 18,006

NONMAJOR ENTERPRISE FUNDS

Enterprise Funds are used to account for City operations that are financed and operated in a manner similar to private business enterprises. The intent of the City in using this type of fund is to determine that the costs (expenses, including depreciation) of providing these services to the general public on a continuing basis are financed or recovered primarily through user charges.

The Sewer Fund is used to account for the maintenance and replacement of the City's sewer pipelines and sewage treatment facilities.

The Airport Fund is used to account for the operation and maintenance of the Long Beach Municipal Airport and leaseholds.

The Towing Fund is used to account for the City's towing services, which are used primarily by the Police and Public Works Departments to remove vehicles that have been abandoned or parked illegally on the City's streets.

The Subsidence Fund is used to account for the accumulation of resources to minimize and remedy future land sinkage due to oil operations in the tidelands area.

City of Long Beach
Nonmajor Proprietary Funds
Combining Statement of Net Assets
September 30, 2002
(In Thousands)

	Business-Type Activities - Enterprise Funds				
	Sewer	Airport	Towing	Subsidence	Total
ASSETS					
Current Assets:					
Pooled Cash and Cash Equivalents	\$ 9,533	\$ 2,708	\$ 828	\$ -	\$ 13,069
Receivables:					
Accounts Receivable	418	964	587	-	1,969
Due from Other Governments	-	425	-	-	425
Allowance for Receivables	(25)	(50)	(216)	-	(291)
Inventory	57	-	-	-	57
Total Current Assets	9,983	4,047	1,199	-	15,229
Restricted Assets:					
Pooled Cash and Cash Equivalents	-	1,298	-	136,651	137,949
Non-Pooled Investments	-	-	-	7,863	7,863
Interest Receivable	-	-	-	511	511
Total Restricted Assets	-	1,298	-	145,025	146,323
Noncurrent Assets:					
Capital Assets:					
Land and Other Capital Assets not Being Depreciated	6,286	4,689	-	-	10,975
Capital Assets net of Accumulated Depreciation	30,562	32,911	193	-	63,666
Total Noncurrent Assets	36,848	37,600	193	-	74,641
Total Assets	46,831	42,945	1,392	145,025	236,193
LIABILITIES					
Current Liabilities Payable from Current Assets:					
Accounts Payable	1,117	1,730	49	-	2,896
Accrued Wages	70	77	34	-	181
Accrued Interest Payable	-	215	-	-	215
Due to Other Funds	21	22	10	-	53
Deferred Revenues	-	2,063	-	-	2,063
Collections Held in Trust	-	798	-	-	798
Advances from Developers	33	-	-	-	33
Other Long-Term Obligations-Current	-	650	-	-	650
Total Current Liabilities	1,241	5,555	93	-	6,889
Current Liabilities Payable from Restricted Assets:					
Accounts Payable	-	-	-	2,272	2,272
Total Liabilities Payable from Restricted Assets	-	-	-	2,272	2,272
Noncurrent Liabilities:					
Advances from Other Funds	-	2,883	-	-	2,883
Other Long-Term Obligations	-	12,100	-	-	12,100
Unamortized Discount/Deferred cost	-	(1,508)	-	-	(1,508)
Total Noncurrent Liabilities	-	13,475	-	-	13,475
Total Liabilities	1,241	19,030	93	2,272	22,636
NET ASSETS					
Investment in Capital Assets, Net of Related Debt	36,848	26,358	193	-	63,399
Restricted for:					
Debt Service	-	1,298	-	-	1,298
Subsidence	-	-	-	142,753	142,753
Unrestricted	8,742	(3,741)	1,106	-	6,107
Total Net Assets	\$ 45,590	\$ 23,915	\$ 1,299	\$ 142,753	\$ 213,557

See accompanying independent auditor's report.

City of Long Beach
Nonmajor Proprietary Funds
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
For the Fiscal Year Ended September 30, 2002
(In Thousands)

	Business-Type Activities - Enterprise Funds				
	Sewer	Airport	Towing	Subsidence	Total
Operating Revenues:					
Fees, Concessions and Rentals	\$ -	\$ 13,357	\$ -	\$ -	\$ 13,357
Charges for Services	8,050	-	5,448	-	13,498
Total Revenues	<u>8,050</u>	<u>13,357</u>	<u>5,448</u>	<u>-</u>	<u>26,855</u>
Operating Expenses:					
Personal Services	2,829	4,075	2,241	-	9,145
Maintenance and Other Operations	3,537	10,629	3,518	-	17,684
Bad Debt	-	21	-	-	21
Depreciation	<u>1,171</u>	<u>1,996</u>	<u>15</u>	<u>-</u>	<u>3,182</u>
Total Operating Expenses	<u>7,537</u>	<u>16,721</u>	<u>5,774</u>	<u>-</u>	<u>30,032</u>
Operating Income (Loss)	<u>513</u>	<u>(3,364)</u>	<u>(326)</u>	<u>-</u>	<u>(3,177)</u>
Non-Operating Income (Expense):					
Interest Income	547	170	63	6,374	7,154
Interest Expense	-	(820)	-	-	(820)
Loss on Disposition of Capital Assets	(30)	-	-	-	(30)
Operating Grants	-	2,424	-	-	2,424
Other Expense	<u>(205)</u>	<u>(950)</u>	<u>-</u>	<u>(3,187)</u>	<u>(4,342)</u>
Total Non-Operating Income	<u>312</u>	<u>824</u>	<u>63</u>	<u>3,187</u>	<u>4,386</u>
Income (Loss) Before Contributions and Operating Transfers	825	(2,540)	(263)	3,187	1,209
Capital Grants and Contributions	<u>183</u>	<u>3,280</u>	<u>-</u>	<u>-</u>	<u>3,463</u>
Change in Net Assets	1,008	740	(263)	3,187	4,672
Net Assets - October 1, as Restated	<u>44,582</u>	<u>23,175</u>	<u>1,562</u>	<u>139,566</u>	<u>208,885</u>
Net Assets - September 30	<u>\$ 45,590</u>	<u>\$ 23,915</u>	<u>\$ 1,299</u>	<u>\$ 142,753</u>	<u>\$ 213,557</u>

See accompanying independent auditor's report.

City of Long Beach
Nonmajor Proprietary Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended September 30, 2002
(In Thousands)

<u>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u>	<u>Sewer</u>	<u>Airport</u>	<u>Towing</u>	<u>Subsidence</u>	<u>Total</u>
Cash Flows from Operating Activities:					
Receipts from Customers	\$ 8,053	\$ 14,246	\$ 5,569	\$ -	\$ 27,868
Payments for Employee Salaries	(2,790)	(3,372)	(2,235)	-	(8,397)
Payments for Goods and Services	(4,049)	(5,204)	(2,995)	-	(12,248)
Payments in Lieu of Taxes	-	(4,471)	(500)	-	(4,971)
Other Expense	(236)	(950)	-	-	(1,186)
Net Cash Provided by (Used for) Operating Activities	<u>978</u>	<u>249</u>	<u>(161)</u>	<u>-</u>	<u>1,066</u>
Cash Flows from Non-Capital Financing Activities:					
Operating Grants Received from Other Governments	<u>-</u>	<u>2,424</u>	<u>-</u>	<u>-</u>	<u>2,424</u>
Cash Flows from Capital and Related Financing Activities:					
Receipts of Contributed Capital	13	2,979	-	-	2,992
Payments for Capital Acquisitions	(5,915)	(5,886)	-	-	(11,801)
Payments of Principal on Bonds Payable	-	(615)	-	-	(615)
Payments of Interest	-	(675)	-	-	(675)
Net Cash Used for Capital and Related Financing Activities	<u>(5,902)</u>	<u>(4,197)</u>	<u>-</u>	<u>-</u>	<u>(10,099)</u>
Cash Flows from Investing Activities:					
Proceeds from the Sale of Investments	-	-	-	1,321	1,321
Payments to Other Government Entities	-	-	-	(3,934)	(3,934)
Receipts of Interest	<u>547</u>	<u>170</u>	<u>62</u>	<u>7,664</u>	<u>8,443</u>
Net Cash Provided by Investing Activities	<u>547</u>	<u>170</u>	<u>62</u>	<u>5,051</u>	<u>5,830</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(4,377)</u>	<u>(1,354)</u>	<u>(99)</u>	<u>5,051</u>	<u>(779)</u>
Cash and Cash Equivalents - October 1	<u>13,910</u>	<u>5,360</u>	<u>927</u>	<u>131,600</u>	<u>151,797</u>
Cash and Cash Equivalents - September 30	<u>\$ 9,533</u>	<u>\$ 4,006</u>	<u>\$ 828</u>	<u>\$ 136,651</u>	<u>\$ 151,018</u>
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</u>					
Operating Income (Loss)	\$ 513	\$ (3,364)	\$ (326)	\$ -	\$ (3,177)
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used for) Operating Activities:					
Depreciation and Amortization Expense	1,171	1,996	15	-	3,182
Other Expense	(299)	(950)	-	-	(1,249)
(Increase) Decrease in Accounts Receivable, Net	2	(572)	120	-	(450)
Decrease in Amounts Due from Other Governments	63	-	-	-	63
Decrease in Inventory	9	-	-	-	9
Increase (Decrease) in Accounts Payable	(520)	953	24	-	457
Increase in Accrued Wages Payable	39	22	5	-	66
Increase in Amounts Due to Other Funds	-	681	1	-	682
Increase in Deferred Revenues	-	1,054	-	-	1,054
Increase in Collections Held in Trust	-	429	-	-	429
Total Adjustments	<u>465</u>	<u>3,613</u>	<u>165</u>	<u>-</u>	<u>4,243</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 978</u>	<u>\$ 249</u>	<u>\$ (161)</u>	<u>\$ -</u>	<u>\$ 1,066</u>

See accompanying independent auditor's report.

INTERNAL SERVICE FUNDS

Internal Service Funds are established to finance and account for goods and services provided by one City department to other City departments on a cost-reimbursement basis, including depreciation.

The Civic Center Fund is used to account for the operation and maintenance of the City Hall and Main Library Complex.

The General Services Fund is used to account for the operation, maintenance and timely replacement of the City's electronic data processing equipment and software and the cost of providing a variety of services to City departments, including electronic equipment, central telephone, central stores, central mailing and reprographics services.

The Fleet Services Fund is used to account for the operation, maintenance and timely replacement of the City's fleet of vehicles.

The Insurance Fund is used to finance and account for the City's risk management and self-insurance programs.

The Employee Benefits Fund is used to finance and account for compensated absences, employer payroll taxes, and health and retirement benefits.

City of Long Beach
Internal Service Funds
Combining Statement of Net Assets
September 30, 2002
(In Thousands)

	Civic Center	General Services	Fleet Services	Insurance	Employee Benefits	Total
ASSETS						
Current Assets:						
Pooled Cash and Cash Equivalents	\$ 14,944	\$ 7,536	\$ 11,538	\$ 42,302	\$ 60,003	\$ 136,323
Receivables:						
Accounts Receivable	2	777	163	-	-	942
Due from Other Governments	-	10	-	59	5,917	5,986
Due from Other Funds	-	-	-	-	2,046	2,046
Allowance for Receivables	-	-	(142)	-	-	(142)
Inventory	-	156	1,493	-	-	1,649
Total Current Assets	14,946	8,479	13,052	42,361	67,966	146,804
Restricted Assets:						
Pooled Cash and Cash Equivalents	-	-	-	-	9,454	9,454
Non-Pooled Cash and Cash Equivalents	14,868	-	7,543	-	102	22,513
Deposits	-	-	-	-	1,768	1,768
Total Restricted Assets	14,868	-	7,543	-	11,324	33,735
Noncurrent Assets:						
Noncurrent Receivables:						
Land and Other Capital Assets not Being Depreciated	19,203	1,360	5,066	-	-	25,629
Capital Assets net of Accumulated Depreciation	28,760	7,785	53,762	90	-	90,397
Other Assets-Long-Term	-	-	-	-	91,192	91,192
Total Noncurrent Assets	47,963	9,145	58,828	90	91,192	207,218
Total Assets	77,777	17,624	79,423	42,451	170,482	387,757
LIABILITIES						
Current Liabilities payable from Current Assets:						
Accounts Payable	218	1,915	3,275	609	225	6,242
Accrued Wages and Benefits	33	223	80	176	27,354	27,866
Accrued Interest Payable	15	14	903	-	4,694	5,626
Due to Other Funds	9	70	23	50	-	152
Collections Held in Trust	-	-	-	-	9,033	9,033
Employee Benefits-Current	-	-	-	-	4,327	4,327
Accrued Self-Insurance Claims-Current	-	-	-	20,170	-	20,170
Obligations Under Capital Leases-Current	622	2,328	-	-	-	2,950
Bonds Payable Due Within One Year	850	-	710	-	4,115	5,675
Total Current Liabilities	1,747	4,550	4,991	21,005	49,748	82,041
Current Liabilities Payable from Restricted Assets:						
Accounts Payable	790	-	-	-	-	790
Noncurrent Liabilities:						
Employee Benefits	-	-	-	-	50,068	50,068
Accrued Self-Insurance Claims	-	-	-	65,671	-	65,671
Arbitrage Payable	513	-	-	-	-	513
Obligations Under Capital Lease	2,474	1,477	-	-	-	3,951
Bonds Payable	39,165	-	34,785	-	106,710	180,660
Unamortized Discount/Deferred cost	(2,190)	-	(2,240)	-	(15,954)	(20,384)
Total Noncurrent Liabilities	39,962	1,477	32,545	65,671	140,824	280,479
Total Liabilities	42,499	6,027	37,536	86,676	190,572	363,310
NET ASSETS						
Investment in Capital Assets, Net of Related Debt	18,505	5,340	25,573	90	-	49,508
Restricted for:						
Debt Service	2,897	-	2,476	-	2,130	7,503
Capital Projects	11,181	-	5,067	-	-	16,248
Health Care Insurance	-	-	-	-	9,194	9,194
Unrestricted	2,695	6,257	8,771	(44,315)	(31,414)	(58,006)
Total Net Assets	\$ 35,278	\$ 11,597	\$ 41,887	\$ (44,225)	\$ (20,090)	\$ 24,447

See accompanying independent auditor's report.

City of Long Beach
Internal Service Funds
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
For the Fiscal Year Ended September 30, 2002
(In Thousands)

	<u>Civic Center</u>	<u>General Services</u>	<u>Fleet Services</u>	<u>Insurance</u>	<u>Employee Benefits</u>	<u>Total Internal Service</u>
Operating Revenues:						
Billing to Other Departments	\$ 11,507	\$ 30,406	\$ 25,228	\$ 18,500	\$ 109,031	\$ 194,672
Other	298	2,544	1,873	6	-	4,721
Total Revenues	<u>11,805</u>	<u>32,950</u>	<u>27,101</u>	<u>18,506</u>	<u>109,031</u>	<u>199,393</u>
Operating Expenses:						
Personal Services	1,773	11,519	6,207	5,604	1,723	26,826
Maintenance and Other Operations	5,736	17,920	8,735	5,427	2,174	39,992
Insurance Premiums	-	-	-	2,574	-	2,574
Self-Insured Losses	-	-	-	32,538	-	32,538
Compensated Absences	-	-	-	4,644	36,793	41,437
Employee Benefits	-	-	-	-	54,066	54,066
Amortization	-	-	-	-	899	899
Depreciation	1,661	4,103	7,106	26	-	12,896
Total Operating Expenses	<u>9,170</u>	<u>33,542</u>	<u>22,048</u>	<u>50,813</u>	<u>95,655</u>	<u>211,228</u>
Operating Income (Loss)	<u>2,635</u>	<u>(592)</u>	<u>5,053</u>	<u>(32,307)</u>	<u>13,376</u>	<u>(11,835)</u>
Non-Operating Income (Expense):						
Interest Income	966	15	248	2,099	562	3,890
Interest Expense	(2,352)	(226)	(1,921)	-	(5,332)	(9,831)
Gain/(Loss) on Disposition of Capital Assets	-	319	161	-	-	480
Other Income	237	796	265	516	1,956	3,770
Total Non-Operating Income (Expense)	<u>(1,149)</u>	<u>904</u>	<u>(1,247)</u>	<u>2,615</u>	<u>(2,814)</u>	<u>(1,691)</u>
Income (Loss) Before Contributions and Operating Transfers	1,486	312	3,806	(29,692)	10,562	(13,526)
Transfers Out	<u>(500)</u>	<u>(1,906)</u>	<u>-</u>	<u>-</u>	<u>(4,870)</u>	<u>(7,276)</u>
Change in Net Assets	986	(1,594)	3,806	(29,692)	5,692	(20,802)
Net Assets - October 1, as restated	<u>34,292</u>	<u>13,191</u>	<u>38,081</u>	<u>(14,533)</u>	<u>(25,782)</u>	<u>45,249</u>
Net Assets - September 30	<u>\$ 35,278</u>	<u>\$ 11,597</u>	<u>\$ 41,887</u>	<u>\$ (44,225)</u>	<u>\$ (20,090)</u>	<u>\$ 24,447</u>

See accompanying independent auditor's report.

City of Long Beach
Internal Service Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended September 30, 2002
(In Thousands)

<u>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u>	<u>Civic Center</u>	<u>General Services</u>	<u>Fleet Services</u>	<u>Insurance</u>	<u>Employee Benefits</u>	<u>Total</u>
Cash Flows from Operating Activities:						
Receipts from Customers	\$ 296	\$ 2,544	\$ 1,853	\$ -	\$ -	\$ 4,693
Receipts from Other Funds	11,506	30,570	25,229	18,506	108,768	194,579
Payments for Employee Salaries	(1,761)	(11,468)	(6,213)	(5,559)	(1,550)	(26,551)
Payments for Goods and Services	(5,515)	(18,443)	(6,586)	(7,677)	(5,220)	(43,441)
Payments for Compensated Absences	-	-	-	(18,506)	(35,346)	(53,852)
Payments for Employee Benefits	-	-	-	-	(53,006)	(53,006)
Payments for Liability Claims	-	-	-	(2,013)	-	(2,013)
Other Income	237	802	265	539	1,956	3,799
Net Cash Provided by (Used for) Operating Activities	<u>4,763</u>	<u>4,005</u>	<u>14,548</u>	<u>(14,710)</u>	<u>15,602</u>	<u>24,208</u>
Cash Flows from Non-Capital Financing Activities:						
Transfers Out	(500)	(1,906)	-	-	(4,870)	(7,276)
Cash Flows from Capital and Related Financing Activities:						
Proceeds from the Sale of Capital Assets	-	344	237	-	-	581
Proceeds from Issuance Of Long-Term Obligations	-	-	-	-	80,730	80,730
Payments for Capital Acquisitions	(9,674)	(3,013)	(9,396)	-	-	(22,083)
Payments of Principal on Other Long- Term Obligations	(1,508)	(591)	(680)	-	(1,045)	(3,824)
Payments to Defeas Bonds	-	-	-	-	(86,602)	(86,602)
Payments of Interest	(2,217)	(159)	(949)	-	(6,896)	(10,221)
Net Cash Used for Capital and Related Financing Activities	<u>(13,399)</u>	<u>(3,419)</u>	<u>(10,788)</u>	<u>-</u>	<u>(13,813)</u>	<u>(41,419)</u>
Cash Flows from Investing Activities:						
Receipts of Interest	966	14	248	2,100	438	3,766
Net Increase (Decrease) in Cash and Cash Equivalents	(8,170)	(1,306)	4,008	(12,610)	(2,643)	(20,721)
Cash and Cash Equivalents - October 1	<u>37,982</u>	<u>8,842</u>	<u>15,073</u>	<u>54,912</u>	<u>72,202</u>	<u>189,011</u>
Cash and Cash Equivalents - September 30	<u>\$ 29,812</u>	<u>\$ 7,536</u>	<u>\$ 19,081</u>	<u>\$ 42,302</u>	<u>\$ 69,559</u>	<u>\$ 168,290</u>
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</u>						
Operating Income (Loss)	<u>\$ 2,636</u>	<u>\$ (592)</u>	<u>\$ 5,053</u>	<u>\$ (32,307)</u>	<u>\$ 13,375</u>	<u>\$ (11,835)</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:						
Depreciation and Amortization Expense	1,661	4,104	7,106	26	899	13,796
Other Income	237	796	265	516	1,956	3,770
(Increase) Decrease in Accounts Receivable, Net	-	164	(20)	-	-	144
(Increase) Decrease in Amounts Due from Other Governments	(2)	7	-	23	-	28
Increase in Amounts Due from Other Funds	-	-	(2)	-	(265)	(267)
Increase in Inventory	-	(1)	(271)	-	-	(272)
Increase (Decrease) in Accounts Payable	217	(536)	2,423	324	(3,045)	(617)
Increase (Decrease) in Accrued Wages Payable	11	51	(6)	36	3,467	3,559
Increase (Decrease) in Amounts Due to Other Funds	3	12	-	9	(117)	(93)
Increase in Accrued Claims Payable	-	-	-	16,663	-	16,663
Decrease in Collections Held in Trust	-	-	-	-	(668)	(668)
Total Adjustments	<u>2,127</u>	<u>4,597</u>	<u>9,495</u>	<u>17,597</u>	<u>2,227</u>	<u>36,043</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 4,763</u>	<u>\$ 4,005</u>	<u>\$ 14,548</u>	<u>\$ (14,710)</u>	<u>\$ 15,602</u>	<u>\$ 24,208</u>

See accompanying independent auditor's report.

**CAPITAL ASSETS
USED IN THE OPERATION OF
GOVERNMENTAL FUNDS**

This section of the CAFR provides additional information regarding the infrastructure and capital assets used in the City's governmental fund operations. These assets are reported only in the governmental activities column of the government-wide Statement of Net Assets. In addition to the information about such assets provided in the notes to the basic financial statements, this section provides information on the source of funding for the assets, the function and activity to which the assets are charged and changes in such assets by function and activity.

City of Long Beach
Capital Assets Used in the Operations of Governmental Funds
Schedule by Source ¹
September 30, 2002
(In Thousands)

Governmental Funds Capital Assets:

Land	\$ 111,226
Right-a-way	134
Construction In Progress	108,525
Building	66,723
Improvements other than Buildings	29,523
Infrastructure	266,381
Machinery and Equipment	14,544
Automotive	164
Other Assets	30,719
Less Accumulated Depreciation	(198,486)
	<u>\$ 429,453</u>

Investments in Governmental Funds Capital Assets by Source:

General Fund	\$ 164,624
Special Revenue Funds	161,832
Capital Projects Funds	102,997
	<u>\$ 429,453</u>

1 This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

See accompanying independent auditor's report.

Schedule by Function ¹
September 30, 2002
(In Thousands)

	Capital Assets not being Depreciated			Capital Assets, net of Depreciation						
	Land	Right-a-way	Construction In Progress	Building	Improvements other than Buildings	Infrastructures	Machinery and Equipment	Auto-motive	Other Assets	Total
Legislative and Legal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38	\$ -	\$ -	\$ 38
General Government	1,773	-	-	-	257	-	326	-	-	2,356
Public Safety	254	-	7,493	5,764	608	-	6,007	43	-	20,169
Public Health	4,594	-	-	4,266	2,759	-	68	-	-	11,687
Community & Cultural	103,072	-	-	37,936	14,679	4,728	229	31	9,939	170,614
Public Works	1,533	134	101,032	275	321	121,180	114	-	-	224,589
	<u>\$ 111,226</u>	<u>\$ 134</u>	<u>\$ 108,525</u>	<u>\$ 48,241</u>	<u>\$ 18,624</u>	<u>\$ 125,908</u>	<u>\$ 6,782</u>	<u>\$ 74</u>	<u>\$ 9,939</u>	<u>\$ 429,453</u>

¹ This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

See accompanying independent auditor's report.

Schedule of Changes by Function ¹
September 30, 2002
(In Thousands)

	Balance at October 1, 2001 as Restated	Increase, net of Depreciation Expense	Decrease, net of Accumulated Depreciation	Balance at September 30, 2002
Legislative and Legal	\$ 6	\$ 32	\$ -	\$ 38
General Government	2,409	(49)	(4)	2,356
Public Safety	13,808	6,416	(55)	20,169
Public Health	11,706	(19)	-	11,687
Community & Cultural	170,596	1,105	(1,087)	170,614
Public Works	194,711	36,616	(6,738)	224,589
	<u>\$ 393,236</u>	<u>\$ 44,101</u>	<u>\$ (7,884)</u>	<u>\$ 429,453</u>

1 This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

See accompanying independent auditor's report.